22 June 1951

Mr. Roger W. Jones
Assistant Director in Charge of
Legislative Reference
Bureau of the Budget
Washington 25, D. C.

Attention: Mrs. Garaiglia

Dear Mr. Jones:

Reference is made to your transmittal sheet of 21 June 1951, requesting our comments on Enrolled Bill S. 927, An Act To amend section 6 of the Central Intelligence Agency Act of 1949.

This bill was submitted to the Congress by the Central Intelligence Agency on 20 February 1951 with the approval of the Bureau of the Budget. The original CIA submission included a proviso in section 2 which read as follows:

"That, upon such appointment, officers retired for injuries or incapacity incurred in line of duty may, in addition to the elections set forth above, elect to receive, in addition to his retired pay, annual compensation at a rate equal to the amount by which the compensation of his position with the Agency exceeds his retired pay."

The House Armed Services Committee eliminated the proviso quoted above, stating in its report (House Report No. 460) that --

"Since this involves an entirely new precedent, the Committee on Armed Services removed from the bill the language which would have permitted such dual payment. The committee feels that legislation of this nature should be general, if found to be desirable, and not applicable to one agency only."

As the Armed Services Committee felt very strongly on this point, and as the removal of the provise did not impair the Agency's basic

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request for authority to employ fifteen retired officers whose employment is otherwise prohibited by present law, we have concurred in this deletion.

It is our estimate that the bill will cost an additional \$180,000.00 per annum which can be absorbed in our present budget figure.

It is our view that this bill should be approved and signed by the President.

Sincerely yours,

Walter L. Pforsheimer Legislative Counsel

WLP:blc Central Records Comptroller

Orig. and 1 cc to addressee